

New Facilities Provisions – New Water Supply Agreement

New Definition

(m) "future additions" means any facilities authorized or constructed pursuant to section 2.3(b) of this agreement.

Revised Definition

(hnn) "Transmission System" means the Agency's ~~existing~~ water production, storage, treatment and transmission facilities, including but not limited to the Santa Rosa, Petaluma, Sonoma and Forestville Aqueducts, the Russian River-Cotati Intertie, emergency wells, the Warm Springs Hydroelectric Project, future water production, storage, treatment and transmission facilities to be constructed pursuant to section 2.2, any future additions constructed pursuant to section 2.3(b), the Potter Valley Project, if acquired by the Agency pursuant to section 2.4, recycled water facilities constructed or acquired pursuant to section 2.6, and recreation facilities constructed or acquired pursuant to section 2.7 ~~this agreement, and a new aqueduct to be constructed generally paralleling the portion of the Petaluma Aqueduct that extends from the Ely Pumping Plant to Kastania Reservoir.~~

Revision to Last Sentence of Section 1.6

Any annual delivery limit contained in section 3.1 may be modified by written agreement between the Agency and the water contractor to which such annual delivery limit applies without the consent of the other parties to this agreement for the purpose of conforming such annual delivery limits to a general plan which is applicable to the service area of such water contractor. ~~Any average daily or annual delivery limit contained in section 3.1 may be modified by written agreement between the Agency and the water contractor to which such limits apply without the consent of the other parties to this agreement to account for the additional supplies made available by the construction of future additions pursuant to section 2.3(b).~~ Copies of any such written agreements shall be provided to all the parties to this agreement.

Heading of Section 2.3

2.3 ~~Further Modifications~~ Future Additions to Transmission System

New Section 2.3(b)

(b) The Agency may construct future additions to the Transmission System in addition to those authorized to be constructed by section 2.2 of this agreement pursuant to separate agreement(s) between the Agency and any one or more water contractors, provided (1) the future additions do not reduce the amount of water or the rate of delivery of water that would have been available to any regular customer from the

transmission system in the absence of the future additions (provided that such amount or rate of delivery is necessary for the regular customer to meet demands within its service area), (2) all capital costs of any such future additions (including, but not limited to, the cost of studies, technical reports, financial plans, environmental studies and documentation, and design costs) are paid entirely by the water contractor(s) that are parties to such separate agreement(s), and (3) construction of the future additions is approved by the Agency and the Water Advisory Committee. The Agency may finance and construct such future additions with cash available pursuant to such separate agreement(s) or proceeds from the sale of Revenue Bonds or other financing; provided, however, that the water contractors executing such separate agreement(s) shall be solely responsible for any additional Revenue Bond or other debt service obligations that arise from the construction of the future addition(s). The separate agreement(s) shall specify the additional daily average per month deliveries and additional annual deliveries available to each water contractor as a result of the construction of the additional facilities. Following construction of the additional facilities, the separate agreement(s) may be amended to add one or more additional water contractors as parties and to allocate a portion of the additional daily average and annual deliveries to such water contractors, upon such terms as the original parties to the separate agreement(s) may agree.